GOVERNMENT OF INDIA
RURAL DEVELOPMENT
LOK SABHA

STARRED QUESTION NO:315
ANSWERED ON:16.03.2000
MODIFICATION IN INVESTMENT PROMOTIONAL SCHEME
ANNA SAHEB M.K. PATIL

Will the Minister of RURAL DEVELOPMENT be pleased to state:

e:-

(a) whether the Government have reviewed the performance of Investment Promotional Scheme during the last three years; and

(b) if so, the details thereof along with the areas developed under the scheme?

Answer

MINISTER OF RURAL DEVELOPMENT

(SHRI SUNDER LAL PATWA)

(a) & (b) A Statement is placed on the Table of the House.

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STATEMENT IN RESPECT OF PART (a) & (b) OF LOK SABHA STARRED QUESTION NO. 315 FOR 16.03.2000 REGAR MODIFICATION IN INVESTMENT PROMOTIONAL SCHEME.

(a) Yes, Sir.
(b) The Central Sector Investment Promotional Scheme (IPS) fodevelopment of non-forest wastelands was first launched during 1994-95 to mobilise resources from financial institutions, banks and corporate bodies, including user industries and other entrepreneurs, for the development of wastelands belonging to Central and State Governments, Panchayats, Village Communities, Private farmers etc. Under the Scheme, there is a provision for central promotional grant/subsidy to all categories of beneficiaries. For effective participation of the beneficiaries, promoters` contribution is also envisaged.
The Scheme was restructured after a review of its performance during 1996-98. The revised Scheme became operational in August,1998 and was made more broad-based with a focus on benefits to small and marginal farmers, including Scheduled Castes/Scheduled Tribes.
The details of subsidy and the promoters` contribution are given at Annexure. So far, from 1994-95 to 1998-99, excepting for the period of 1996-98, 231 ha. area has been taken up for development under the Scheme.

-3- ANNEXURE
Annexure referred to in reply to part (a) & (b) of the Lok Sabha Starred Question No. 315 for 16.03.2000.

STATEMENT SHOWING THE DETAILS OF CENTRAL PROMOTIONAL GRANT/SUBSIDY AND PROMOTERS` CONTRI UNDER CENTRAL SECTOR INVESTMENT PROMOTIONAL SCHEME FOR DEVELOPMENT OF NON-FOREST WASTELANDS.

(A) The details of subsidy are:

(i) For General Category 25% of on-farm development activities

(Individual/Group) or Rs.25 lakhs, whichever is less.

(ii) For Small farmers 30% of on-farm development activities

(Individual/Group) or Rs.25 lakhs, whichever is less.

(iii) For (a) Marginal Farmers 50% of on-farm development activities

(Individual/Group) or Rs.25 lakhs, whichever is less.

(b) SC/ST Farmers without Same as A
(iii)(a) above. any limit in the area of holdings

(Individual/Group).
(B) Details of promoters` contribution are:

(i) For General Category At least 25% of the project cost.

(Individual/Group)

(ii) For Small farmers At least 10% of the project cost.

(Individual/Group)

(iii) or (a) Marginal Farmers Nil. However, at the time of execution (Individual/Group) of the project, the family labour should be involved to provide self- employment ensuring participation.
(b) SC/ST Farmers without Same as B
(iii) (a) above. any limit in the area of holdings

(Individual/Group).

For the purpose of subsidy, the average project cost for on-farm development activities is restricted to Rs. 20,000 per ha